



# Helping Agencies Reduce Total Cost of Ownership for Microsoft Products and Services

**Mr. Stanley Kaczmarczyk**

*Acting Director*

*Strategic Solutions and Security Services,  
General Services Administration (GSA),  
Federal Acquisition Service (FAS),  
Integrated Technology Services (ITS)*

**April 17, 2013**

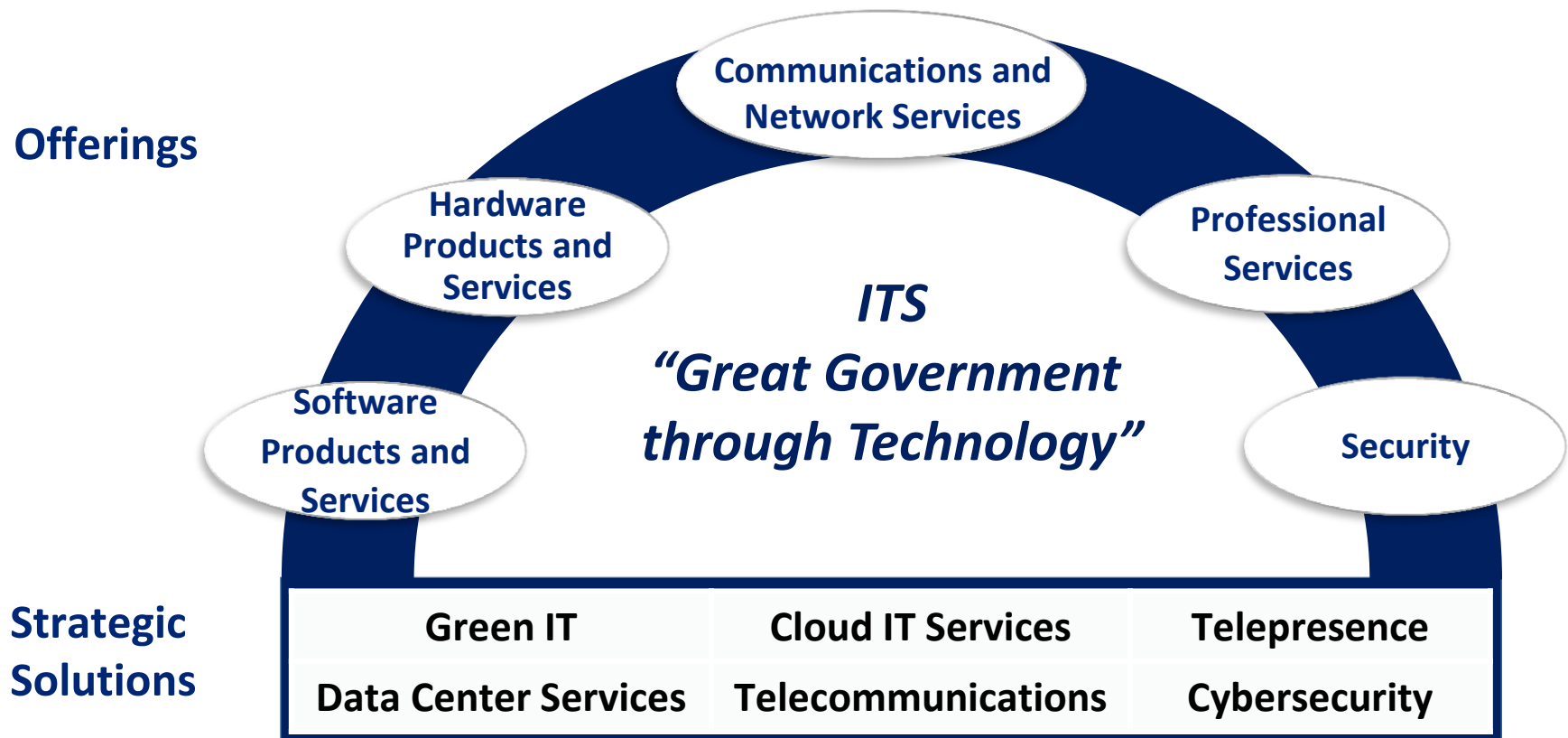


## Today's Presentation Focus:

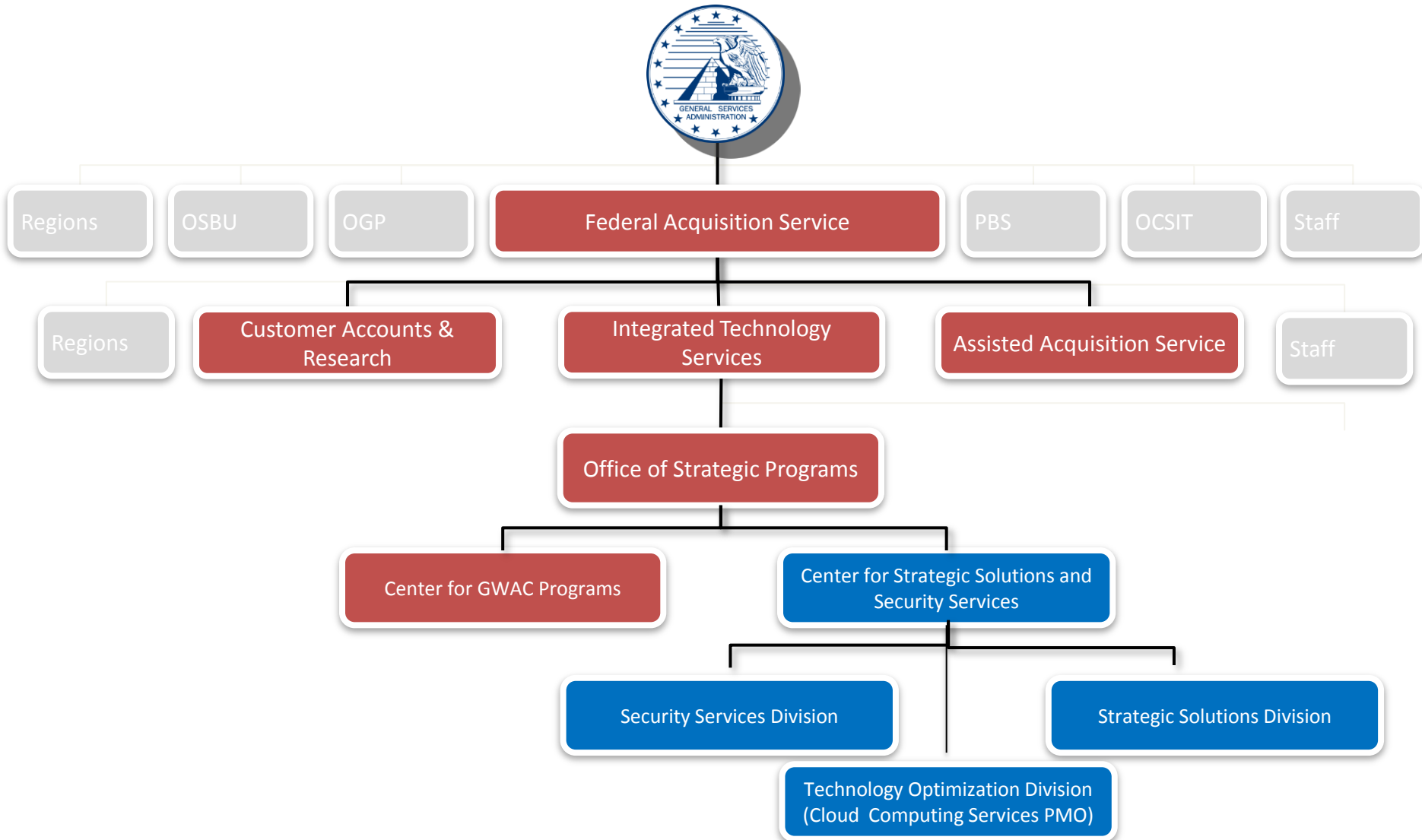
- ✓ **An Introduction to GSA, FAS, ITS, SmartBUY, and the Federal Strategic Sourcing Initiative (FSSI)**
- ✓ **GSA Microsoft Acquisitions Vehicles**
- ✓ **Encourage Small Agency Council Participation in Interagency Category Team**

# **An Introduction to GSA, FAS, ITS, SmartBUY, and the Federal Strategic Sourcing Initiative (FSSI)**

**ITS offers government customers access to IT products, services, and strategic solutions**



# ITS Organization Chart



GSA FAS ITS *Center for Strategic Solutions and Security Services (CSSSS)* key offerings include the:

- ✓ **SmartBUY Program**
- ✓ **HSPD-12 - USAccess Program**
- ✓ **Security Services**
- ✓ **Cloud Computing Services (CCS) Program Management Office (PMO) managed Cloud Acquisition Vehicles (CCS PMO)**

**GSA FAS ITS supports agency mission through a portfolio of IT products, services and integrated solutions that reduces acquisition TIME, COST, and RISK in conjunction with its CAR and AAS partners.**

- ✓ SmartBUY program was established in 2003, following the issuance of *OMB Memo (M-03-14), Reducing Cost and Improving Quality in Federal Purchases of Commercial Software*.
- ✓ SmartBUY is a Federal Strategic Sourcing Initiative (FSSI) featuring a series of blanket purchase agreements (BPAs) for commercial off-the-shelf software, and it is designed to promote effective enterprise level software management.
- ✓ Besides providing reduced prices and more favorable terms/conditions, the SmartBUY program *assists agencies to achieve greater standardization, improved configuration management, and more robust IT security*.

**The SmartBUY program fulfills COTS software requirements for ALL agencies, based on GSA's Executive Agency authority to establish government-wide acquisition vehicles.**

- ✓ FSSI has been implementing strategic sourcing solutions for the government since 2005.
- ✓ FSSI has proven results that include cost savings, improved management visibility and adoption of industry and government agencies best practices.
- ✓ FSSI has helped improve government management of commonly purchased goods and services.

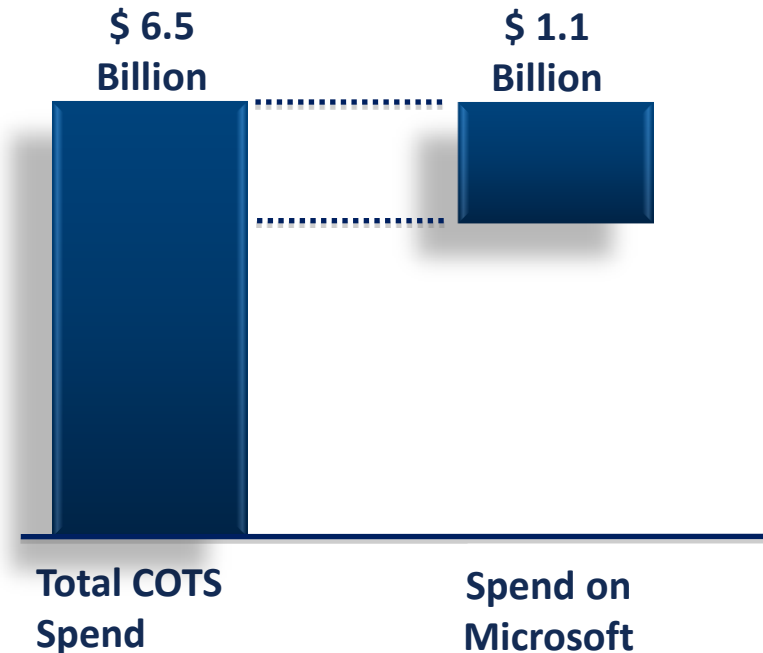
**The FSSI creates new offerings of large publisher Blanket Purchase Agreements (BPAs) for government-wide commercial-off-the-shelf (COTS) software.**



GSA FAS, ITS, FSSI and the SmartBUY Program, in collaboration with a software advisory team, plans to create a new offering of large publisher Blanket Purchase Agreements (BPAs) for government-wide commercial-off-the-shelf (COTS) software.

The **General Services Administration (GSA) Federal Acquisition Service (FAS) Office of Integrated Technology Services (ITS)** is committed to providing the agencies with broadly accepted cost and time savings procurement vehicles to increase government efficiency through the aggregation of Federal Microsoft requirements.

## Federal IT Spend on Microsoft



Source: OMB / Deltek

✓ The overarching goal of the FSSI SmartBUY's single large publisher BPAs will be to:

- Leverage the Federal Government's software buying power
- Reduce the Federal Government's total cost of ownership of software and services
- Improve cross-government data sharing
- Align terms and conditions with agency requirements
- Improve agency understanding of product pricing options
- Allow federal agencies to pay only for what they use
- Enable federal agencies to move from existing contracts to SmartBUY without penalty

**The FSSI creates new offerings of large publisher Blanket Purchase Agreements (BPAs) for government-wide commercial-off-the-shelf (COTS) software.**

- ✓ We currently have 6 Anchor Tenants who signed Lols, representing 530K seats
- ✓ We now have an additional 18 Agencies interested in our BPA, representing approximately 1.4M seats
- ✓ VA, JELA, and DoN currently have Microsoft Agreements
- ✓ GSA developing Microsoft Agreement for Civilian Agencies
- ✓ Currently engaging Microsoft in Market Research
- ✓ Estimated Award 4<sup>th</sup> Qtr 2013

**The FSSI is currently engaging a multitude of Federal Agencies to baseline their Microsoft Requirements.**

# Why use a pre-existing GSA vehicle?

*It may be in the best interest of the Government for agencies to attempt to utilize a pre-existing vehicle rather than a full and open acquisition. By doing so, agencies can:*

## SAVE TIME

Potential to save 13 months in procurement time for large acquisitions.

## REDUCE COST

Shorter acquisition durations can free up agency resources and money.

## REDUCE DUPLICATION

77.9% of vendors awarded on full and open IT contracts for single agencies were already available on ITS GWACS or Schedule 70.

## REDUCE RISK

Task orders for values under \$10M may be less likely to be protested compared to full and open procurements of the same value.

**Full and open acquisitions may be best suited for requirements that are agency or mission specific.**

***Purchasing large publisher services through an existing contract is faster and less costly.***

In accordance with FAR 8.405-3, a GSA Schedule BPA:

- ✓ Simplifies recurring acquisitions of products and services
- ✓ Provides an opportunity to negotiate further discounts
- ✓ Reduces administrative efforts
- ✓ Obtains best value by leveraging buying power
- ✓ Provides streamlined ordering procedures
- ✓ Allows for quicker turnarounds on orders
- ✓ Incorporates terms and conditions consistent with the underlying contract

- ✓ GSA would like to add more agencies to the list for the initial award.
- ✓ We invite Small Agency Council Participation

**The FSSI desires government-wide participation to the maximum extent possible.**



## Mr. Stanley Kaczmarczyk

---

Acting Director  
Strategic Solutions and Security Services  
Federal Acquisition Service (FAS),  
Integrated Technology Services (ITS)

**Email:** [stan.kaczmarczyk@gsa.gov](mailto:stan.kaczmarczyk@gsa.gov)

**Phone:** [\(703\) 306-7475](tel:(703)306-7475)